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EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT
JACKSON, LOUISIANA

ANNUAL FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2012

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Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date JAN 09 2013

W. Randall Peay, Ltd.

EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT
JACKSON, LOUISIANA
ANNUAL FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2012

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INDEPENDENT AUDITOR'S REVIEW REPORT

W. RANDALL PEAY, LTD.
(A Professional Accounting Corporation)

W. RANDALL PEAY
CERTIFIED PUBLIC ACCOUNTANT

Member: American Institute of Certified Public Accountants
Society of Louisiana Certified Public Accountants

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors of the
East Feliciana Parish Economic Development District

I have reviewed the accompanying financial statements of the governmental activities of the East Feliciana Parish Economic Development District, as of and for the year ended June 30, 2012, which collectively comprise the District's basic financial statements as listed in the table of contents, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of East Feliciana Parish Economic Development District.

A review consist principally of inquires of Company personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, I do not express such an opinion.

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accounting principles.

The management's Discussion and Analysis, page 2, and the budgetary comparison on pages 41 through 44 are not a required part of the basic financial statements but is supplementary information required by Governmental Accounting Standards Board. Such information has not been subjected to the inquiry and analytical procedures applied in the review of the basic financial statements, but was compiled from information that is the representation of management, without audit or review. Accordingly, I do not express and opinion or any other form assurance on the supplementary information

In accordance with the Louisiana Government Audit Guide and the provision of the state law, I have issued a report dated December 31, 2012, on the results of my agreed-upon procedures for compliance with laws and regulations.

Sincerely,



W. Randall Peay, Ltd.
December 31, 2012

MANAGEMENT'S DISCUSSION AND ANALYSIS

**EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2012**

PAST ACCOMPLISHMENTS:

The East Feliciana Parish Economic Development District a.k.a. EFPEDD held twelve monthly meetings, rotating each meeting between the five municipalities and villages of Norwood, Wilson, Slaughter, Clinton and Jackson.

MASTER PLAN

All throughout the year EFPEDD has diligently focused on the Strategic Master Plan for the parish having our first steering committee meeting June 2011, followed by interviews with stakeholders. October 2011 Jackson came on board. In August 2011 Mike Salmon, Mary Jo Salmon, Brent Soileau and Audrey Faciane attended the Smart Growth conference. After several more public meetings and steering committee meetings the first draft was ready April 2012 and several months of reading, correcting, and editing the final draft for EFPEDD approval should be around July/August 2012, and then on the Police Jury, Planning and Zoning, and School Board for their preview. June 2009 - EFPEDD legislatively extended completion date for the Master Plan to 6/30/2013.

JACKSON AIRPORT

The airport project has been ongoing since 2008. As of present the property has been cleaned up and surveyed. The State prepared the appraisal. Negotiations with DHH are continuing to move forward.

The EFPEDD website is up and regularly updated.

February 2012 - Brent Soileau attended the Planning Conference in Lake Charles.

May 2012 - EFPEDD nominated Anvil Attachments for the Lantern Award.

**EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS**

June 30, 2012

OVERVIEW OF THE FINANCIAL STATEMENTS

The annual report consists of four parts - management's discussion and analysis (this section), the basic financial statements, required supplementary information, and other supplemental information. The basic financial statements include two kinds of statements that present different views of the Library:

- The first two statements on pages 11 and 12 are government-wide financial statements that provide information about the activities of the East Feliciana Parish Economic District as a whole and present a longer-term view of the District's finances.
- The remaining statements starting on page 13 are fixed financial statements that focus on individual parts of the District's government, reporting the District's operations in more detail than the government-wide statements.
- The governmental funds statements tell how general government services were financed in the short term as well as what remains for future spending.

The financial statements also include notes that explain some of the information in the financial statements and provide additional detailed data. The notes are followed by a section of required supplementary information that further explains and supports the information in the financial statements as well as providing budgetary comparison data. The last section of the report contains additional supplemental information regarding the governmental fund-general fund. The rest of this overview section of management's discussion and analysis explains the structure of contents of each of the statements.

**EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT
JACKSON, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2012**

Government-wide Statements

The government-wide statements report information about the District as a whole using the accrual basis of accounting, which is similar to that which is used by private sector companies. The statement of net assets on page 11 includes all of the District's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statements of activities on page 12, regardless of when cash is received or paid.

These two statements report the District's net assets and changes in them. Net assets - the difference between the District's assets and liabilities - is one way to measure the District's financial health, or financial position. Over time, increases and decreases in the District's net assets are one indicator of whether its financial health is improving or deteriorating. Other nonfinancial factors will also need to be considered to assess the overall health of the District.

The government-wide financial statements of the District, reports only one type of activity - governmental activities. All of the District's basic services are included here, such as district services and general administration.

Fund Financial Statements

The fixed financial statements, beginning on page 13, provide more detail about the District's most significant funds - not the District as a whole. State laws require the establishment of some funds. Funds are accounting devices that the District used to keep track of specific sources of funding and spending for particular purposes.

The District used only the governmental type of fund with the following accounting approach. Most of the District's basic services are included in governmental funds, which focus on how cash and other financial assets that can be readily converted to cash flow in and out of those funds, and the balances left at year-end that are available for spending. Those funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements therefore provide a detailed short-term view of the District's general government operations and the basic services it provides, and helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Since this information does not include the additional long-term focus of government-wide statements, we provide reconciliations on the subsequent pages that explain the relationship (or difference) between the two different type statements

**EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT
JACKSON, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2012**

FINANCIAL ANALYSIS OF THE EFPEDD AS A WHOLE

Net assets. The EFPEDD's combined net assets decreased \$85,156 between fiscal years 2011 and 2012. (See Table 1 below)

**Table 1
District's Net Assets**

	<u>Governmental</u> <u>2011</u>	<u>Activities</u> <u>2012</u>
Current and other assets	\$ 229,138	\$149,816
Capital assets, net	<u>4,661</u>	<u>3,019</u>
Total assets	\$ 233,799	\$152,835
Current liabilities	<u>20,269</u>	<u>24,461</u>
Total liabilities	<u>\$ 20,269</u>	<u>\$ 24,461</u>
Net assets:		
Invested in capital assets, net of depreciation	4,661	3,019
Restricted	152,592	66,977
Unassigned	<u>56,277</u>	<u>58,378</u>
Total net assets	<u>\$ 213,530</u>	<u>\$128,374</u>

**EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT
JACKSON, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2012**

Governmental Activities

**Table 2
Changes in District's Net Assets**

	<u>Governmental Activities</u>	
	<u>2011</u>	<u>2012</u>
<u>Revenues</u>		
Program Revenues		
Charges for services	-0-	-0-
State and local grants and donations	42,021	221,127
Other Revenues	<u>2,602</u>	<u>8,328</u>
Total revenues	\$44,623	229,455
<u>Expenses</u>		
General governmental	<u>49,966</u>	<u>314,611</u>
Total expenses	\$49,966	314,611
Decrease in net assets	<u>\$(5,343)</u>	<u>\$(85,156)</u>

FINANCIAL ANALYSIS OF THE EFPEDD'S FUNDS

As the EFPEDD completed the year, its governmental funds reported a combined fund balance of \$125,355. All, but \$70,143 of this fund balance is unrestricted and unassigned.

General Fund Budgetary Highlights

During the year, the EFPEDD received no funds from the State. Expenditures were in favorable positions due to constant oversight and monitoring procedures.

**EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT
JACKSON, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2012**

CAPITAL ASSET

Capital Assets

At June 30, 2012 the EFPEDD had invested \$3,019 in capital assets. (See Table 3).

**Table 3
District's Capital Assets
(net of accumulated depreciation)**

	Governmental Activities 2012
Office Equipment	<u>3,019</u>
Total	<u><u>\$3,019</u></u>

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The entity is dependent on the State of Louisiana for its revenue. Therefore the entities future revenues are expected to be lower than the current year. The budget for 2012 is approximately the same as for 2011.

CONTACTING THE EFPEDD'S FINANCIAL MANAGEMENT

The financial report is designed to provide our parishioners, taxpayers, investors and creditors with a general overview of the District's financial and to demonstrate the Library's accountability for the money it receives. If you have questions about this report or need additional information, contact Mr. Corneal Woodyear, Treasurer, P. O. Box 667, Jackson, Louisiana 70748.

BASIC FINANCIAL STATEMENTS

EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT

STATEMENT OF NET ASSETS
JUNE 30, 2012

ASSETS

Cash and cash equivalents	\$	55,212	
Grant receivable		27,627	
Capital assets net of depreciation		3,019	
Restricted Assets:			
Cash in Strategic Master Plan		66,977	
Total Assets			\$ 152,835

LIABILITIES AND NET ASSETS

Liabilities

Accounts Payable		24,461	
Total Current Liabilities			24,461
Total Liabilities			24,461

Net Assets

Unassigned net assets	\$	82,839	
Temporarily restricted:			
Cash Strategic Master Plan		66,977	
Investment in Capital Assets		3,019	152,835
Total net assets			\$ 128,374

See Auditor's Review Report

EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2012

	<u>Program Revenues</u>		net (Expense)
			Revenue and
			Changes in
			Net Assets
			Governmental
			unit
<u>Expenses</u>	<u>Charges for</u>	<u>Operating</u>	
	<u>Services</u>	<u>Grants and</u>	
		<u>Contributions</u>	
<u>FUNCTIONS PROGRAMS</u>			
Governmental activities			
Program	\$314,611	\$0	\$219,477
Donations - restricted			(\$95,134)
			<u>\$1,650</u>
Total program activities	<u>314,611</u>	<u>0</u>	<u>221,127</u>
			(93,484)
General Revenues:			
Interest and investment earnings		983	
Miscellaneous		<u>7,345</u>	<u>8,328</u>
Total general revenues and special items			<u>8,328</u>
Excess of expenses over revenues			(85,156)
Net assets - July 1, 2011			<u>213,530</u>
Net assets - June 30, 2012			<u>\$128,374</u>

See Auditor's Review Report

EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT

GOVERNMENTAL FUNDS

BALANCE SHEET

JUNE 30, 2012

	General Fund	Special Revenue Fund	Memorandum Total
<u>ASSETS</u>			
Cash and cash equivalents	\$55,212	\$ 66,977	\$122,189
Grant Receivable	0	27,627	\$27,627
 TOTAL ASSETS	 \$55,212	 \$ 94,604	 \$149,816
 <u>LIABILITIES AND FUND BALANCES</u>			
<u>LIABILITIES</u>			
Accounts payable	0	24,461	24,461
 TOTAL LIABILITIES	 0	 24,461	 24,461
 <u>FUND BALANCE</u>			
Unassigned	55,212		55,212
Restricted strategic master plan		70,143	70,143
 TOTAL FUND BALANCES	 55,212	 70,143	 125,355
 TOTAL LIABILITIES AND FUND BALANCES	 \$55,212	 \$ 94,604	 \$ 149,816

See Auditor's Review Report

EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
JUNE 30,2012

Total fund balances - Governmental Funds		\$125,355
Cost of captial assets at June 30,2012	13,456	
Less: accumulated depreciation as of June 30, 2012	<u>(10,437)</u>	<u>3,019</u>
Total net assets at June 30, 2012 - Governmental Acitivites		<u>\$128,374</u>

See Auditor's Review Report

EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT
GOVERNMENTAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2012

	General Fund	Special Revenue Fund	Memorandum Total
<u>Revenue</u>			
Grant Revenue		\$ 219,477	219,477
Greater Baton Rouge Area Chamber	7,345		7,345
Donations - Master Plan		1,650	1,650
Interest		983	983
Total revenue	7345	222,110	229,455
<u>Expenditures</u>			
Bank Charges		13	13
Coordinator Fees	14,900		14,900
Advertising/Marketing	1,521		1,521
Office supplies	2,292		2,292
Web site	60		60
Conferences	1,479		1,479
Promotional	2,200		2,200
Dues	500		500
Professional Contract Servoces		283,627	283,627
Insurance	1,377		1,377
Rent	1,200	650	1,850
Travel	944		944
Professional fees	900		900
Utilities	1,200		1,200
Postage	106		106
Total Expenditures	28,679	284,290	312,969
Excess of expenditures over revenues	(21,334)	(62,180)	(83,514)
Fund balance - July 1, 2011	56,277	152,592	208,869
Fund balance - June 30, 2012	34,943	90,412	125,355

See Auditor's Review Report

EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT

RECONCILIATION OF THE GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
JUNE 30, 2012

Net change in fund balances - total governmental funds (\$83,514)

Accounts reported for governmental activities in the statement of activities
are different because:

Governmental funds report capital outlays as expenditures. However, in the
statement of activities the cost of those assets is allocated over their estimated
useful lives and reported as depreciation expenses. This is the amount which
depreciation exceeded capital outlays in the current period:

Depreciation expense	(1,642)	
Capital outlays	<u>0</u>	<u>(1,642)</u>

Changes in net assets of governmental activities (\$85,156)

See Auditor's Review Report

EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT
JACKSON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2012

INTRODUCTION

The East Feliciana Parish Economic Development District is a political subdivision of the State of Louisiana erected under RS 33:2740.62 in 2005 for the primary object and purpose of promoting and encouraging economic and industrial development and tourism opportunities, stimulating the economy through renewed commerce, industry, research and tourism, and for the utilization and development of natural and human resources of the area by providing job opportunities within the boundaries of East Feliciana Parish. The District shall be governed by a thirteen member board of commissioners. All commissioners shall be qualified voters and taxpayers within East Feliciana Parish during their term of office and shall reside or shall have their principal place of business or profession in or own property in East Feliciana Parish. The East Feliciana Parish Development District office is located in Jackson, Louisiana.

Note #1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

The accompanying basic financial statements of the East Feliciana Parish Economic Development District have been prepared in conformity with governmental accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The accompanying basic financial statements have been prepared in conformity with GASB Statement 34, Basic Financial Statements and Management's Discussion and Analysis - for State and Local Government, issued in June 1999.

B. Reporting Entity

Governmental Accounting Standards Board No. 14 established criteria for determining component units. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria includes:

1. *Appointing a voting majority of an organization's governing body.*

EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT

JACKSON, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2012

(Continued)

C.. Fund Accounting

The EFPEDD uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain functions and activities.

A fund is a separate accounting entity with a self-balancing set of accounts. On the other hand, an account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

Funds of the EFPEDD are classified as governmental funds. Governmental funds account for the district's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets, and the servicing of general long-term obligations. Governmental funds of the district include:

D. Governmental Funds

Governmental funds account for all or most of the district's general activities. These funds focus on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may be used. Current liabilities are assigned to the fund from which they will be paid. The differences between a governmental fund's assets and liabilities is reported as fund balance. In general, fund balance represents the accumulated expendable resources which may be used to finance future period programs or operations of the district. The following are the district's governmental funds:

General fund - the primary operating fund of the district. It accounts for all financial resources, except those required to be accounted for in other funds. The General Fund is available for any purpose provided it is expended or transacted in accordance with state and federal laws and according to the district policy.

EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT
JACKSON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2012

Special Revenue Funds

The special revenue funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

E. Measurement Focus/Basis of Accounting

Government-Wide Financial Statements (GWFS)

The Statement of Net Assets and the Statement of Activities display information about the District as a whole. These statements include all the financial activities of the District. Information contained in these statements reflect the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange or exchange-like transactions are recognized when the exchange occurs (regardless of when each is received or disbursed). Revenues, expenses, gains, losses, assets, and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement no. 33, Accounting and Financial Reporting for Nonexchange Transactions.

F. Measurement Focus/Basis of Accounting (continued)

Program Revenues - Program revenues included in the column labeled Statement of Activities (Statement B) are derived directly from District users as a fee for services; program revenues reduce the cost of the function to be financed from the district's general revenues.

Fund Financial Statements (FFS)

The amounts reflected in the General Fund of the Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balance are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reports on the sources (i.e. revenues and other financing sources) and used (i.e. expenditures and other funding uses) of current financial resources. This approach is then reconciled, through adjustment, to a government-wide view of the district's operations (See the reconciliation statements).

EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT
JACKSON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2012
(Continued)

The amounts reflected in the General Fund in the FFS use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). Measurable means the amount of the transaction can be determined and available means collectable within the current period or soon enough thereafter to pay liabilities of the current period. The District considers all revenues available if they are collected within 60 days after the fiscal year end. Expenditures are recorded when the related fund liability is incurred, except for interest and principal payments on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources. The governmental funds use the following practices in recording revenues and expenditures:

G. Measurement Focus/Basis of Accounting (continued)

Revenues

Where grant revenue is dependent upon expenditures by EFPEDD, revenue is recognized when the related expenditures are incurred.

Interest income on time deposits (certificates of deposit) is recorded when earned.

Substantially all other revenues are recorded when received.

Expenditures

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred..

Other Financing Sources (Uses)

Transfers between funds, which are not expected to be repaid, are accounted for as other financing sources (uses) and are recorded when incurred.

EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT
JACKSON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2012
(Continued)

H. Budgets

The treasurer directs the preparation of a proposed budget annually and submits it the Board for adoption.

A summary of the proposed budget, along with the public hearing, details the availability of the proposed budget for public inspection, are advertised in the official journals at least ten days prior to the date of the public hearing. After the public hearing is held, the budget is formally adopted at a regular board meeting. A summary of the adopted budget is published in the official journal.

Formal budget integration is employed as a management control device during the year.

Budgetary amendments require the approval of the board.
All budgetary appropriations lapse at the end of the year.

Budgetary amounts included in the accompanying financial statements reflect the original adopted budget and all budget amendments.

I. Encumbrances

The district does not use encumbrance accounting..

J. Cash and Cash Equivalents

Cash includes amounts in demand deposits, interest-bearing deposits, and time deposits.. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the district may deposit funds in demand deposits, interest-bearing demand deposits, or time deposits with state banks organized under Louisiana law or any other state of the Untied States, or under the laws of the United States.

EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT
JACKSON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2012
(Continued)

K. Investments

Investments are limited by Louisiana Revised Statue (R.S.) 33:2955 and the District's investment policy. If the original maturities of investments exceed 90 days, they are classified as investments; however, if the original maturities are 90 days or less, they are classified as cash equivalents.

L. Prepaid Expenses

There were no prepaid expenses at June 30, 2012.

M.. Capital Assets

Capital assets are capitalized at historical cost or estimated historical cost if historical cost is not available. Donated assets are recorded at their estimated fair market value at the date of donation. The district maintains a threshold level of \$500 or more for capitalizing capital assets.

Capital assets are recorded in the Statement of Net Assets and Statement of Activities. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public purposes, no salvage value is taken into consideration for depreciation purposes. All capital assets are depreciated using the straight-line method over the following useful lives.

Equipment & Furniture	5 - 7 years
-----------------------	-------------

N. Restricted Net Assets

For government-wide statement of net assets, net assets are reported as restricted when constraints placed on net asset use are either:

- a. externally imposed by creditors (such as debt covenants), grants, contributors, or laws or regulations of other governments; and
- b. imposed by law through constitutional provisions or enabling legislation.

EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT
JACKSON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2012
(Continued)

O. **Fund Equity**

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Any designations of fund balance represent tentative management plans that are subject to change.

P **.Use of Estimates**

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Note #2 **CASH AND CASH EQUIVALENTS**

These deposits are stated at cost which approximates market. Under state law, these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount of deposit with the fiscal agent.

At June 30, 2012 the District has unrestricted cash and cash equivalents (book balances) totaling \$55,212.

Note #3 **RESTRICTED ASSETS**

Restricted assets consist of the following, \$66,977 restricted for the use of the Strategic Master Plan of the parish, which will be used as matching funds.

EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT
JACKSON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2012
(Continued)

Note #4 GRANT RECEIVABLES

The following is a summary of receivables at June 30, 2012:

<u>OCD - DRU Grant</u>	<u>27.627</u>
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Note #5 CAPITAL ASSETS

Capital assets and depreciation activity as of and for the year ended June 30, 2012 is as follows:

<u>Governmental Activities</u>	<u>Balance</u> <u>June 30, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2012</u>
Office Equipment	13,456	0	0	13,456
Total	<u>\$ 13,456</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$13,456</u>
Less accumulated depreciation:				
Office Equipment	8,795	1,642	-0-	10,437
Total	<u>\$ 8,795</u>	<u>\$ 1,642</u>	<u>-0-</u>	<u>\$ 10,437</u>

Depreciation recorded during year was \$1,642.

EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT
JACKSON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2012
(Continued)

Note #6 LITIGATION AND CLAIMS

The District is not involved in litigation at June 30, 2012.

Note #7 BOARD MEMBERS PER DIEM

The board members are not paid per diem nor compensation for their service.

Note #8 RELATED PARTY TRANSACTIONS

There are no related party transactions that require disclosure.

Note # 9 COMMITMENTS

On April 25, 2011 a contract for \$400,000 was entered into for implementing the East Feliciana Parish Comprehensive Resiliency Plan. Funding to be provided by the CDBG federal grant of \$250,000 and donations raised by EFPEDD of \$150,000. At June 30, 2012, the contract was 87.4% completed. The expected completion of the contract is January 31, 2013.

Note #10 SUBSEQUENT EVENTS

Management has evaluated subsequent events through December 31, 2012, which is the date the financial statements were available to be issued. There were no events that required disclosure.

**SUPPLEMENTARY FINANCIAL INFORMATION
REQUIRED BY GASB STATEMENT 34**

**EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2012**

	<u>Final</u>	<u>Actual</u>	Variance with Final Budge Favorable (Unfavorable)
<u>REVENUES</u>			
State of Louisiana-Appropriation	\$0	\$0	\$0
Baton Rouge Area Chamber	\$7,345	\$10,000	\$2,655
TOTAL REVENUES	<u>7,345</u>	<u>10,000</u>	<u>2,655</u>
<u>EXPENDITURES</u>			
General Government:			
Current operating:			
Marketing	1,521	1,521	0
Office supplies	2,292	2,292	0
Web site	60	60	0
Promotional	2,200	2,200	0
Meetings/Seminars	1,479	1,479	0
Dues	500	500	0
Postage	106	106	0
Coordinator Fees	14,900	14,900	0
Rent	1,200	1,200	0
Insurance	1,377	1,377	0
Travel	944	944	0
Professional Fees	900	900	0
Utilities	1,200	1,200	0
Capital Outlay	0	0	0
TOTAL EXPENDITURES	<u>28,679</u>	<u>28,679</u>	<u>0</u>
<u>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</u>	<u>(21,334)</u>	<u>(18,679)</u>	<u>(7,709)</u>
EXCESS (DIFFICENCY) OF REVENUES OVER EXPENDITURES	(21,334)	(18,679)	(7,709)
<u>FUND BALANCES</u>			
Beginning of year	<u>203,005</u>	<u>203,005</u>	<u>0</u>
End of year	<u>\$181,671</u>	<u>\$184,326</u>	<u>(\$7,709)</u>

See Auditor's Review Report

**EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2012**

	Final Budget	Actual	Variance with Final Budget Favorable (Unfavorable)
<u>REVENUES</u>			
Interest	980	983	\$3
Donations	0	1,650	\$1,650
Grants	<u>219,477</u>	<u>219,477</u>	<u>0</u>
TOTAL REVENUES	<u>220,457</u>	<u>222,110</u>	<u>1,653</u>
<u>EXPENDITURES</u>			
General Government:			
Current operating:			
Professional Contract Services	283,627	283,627	0
Miscellaneous	<u>0</u>	<u>663</u>	<u>(663)</u>
TOTAL EXPENDITURES	<u>283,627</u>	<u>284,290</u>	<u>(663)</u>
<u>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</u>	<u>(63,170)</u>	<u>(62,180)</u>	<u>2,316</u>
<u>EXCESS OF EXPENDITURES OVER REVENUES</u>	(63,170)	(62,180)	2,316
<u>FUND BALANCES</u>			
Beginning of year	<u>152,592</u>	<u>152,592</u>	<u>0</u>
End of year	<u>\$89,422</u>	<u>\$90,412</u>	<u>\$2,316</u>

See Auditor's Review Report

EAST FELICIANA PARISH ECONOMIC DEVELOPMENT DISTRICT
JACKSON, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2012

Internal control and compliance material to the financial statements.

2012 - 1 - Not all checks have the required two signatures.

Suggest that no disbursements be made unless the two require signatures are present..

Matter resolved according to treasurer.

2012 - 2 The budget for the year ended June 30, 2012 was never formally adopted by Board of Directors.

Suggest all budget matters be presented to the Board for approval.

Matters resolved according to the treasurer.

**INDEPENDENT ACCOUNTANT'S
ATTESTATION REPORT**

W. RANDALL PEAY, LTD.
(A Professional Accounting Corporation)

W. RANDALL PEAY
CERTIFIED PUBLIC ACCOUNTANT

POST OFFICE BOX 8344
CLINTON, LA 70722
(225) 683-9515

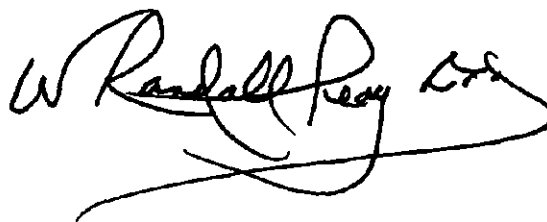
Member: American Institute of Certified Public Accountants
Society of Louisiana Certified Public Accountants

Independent Accountant's Report
on Applying Agreed-Upon Procedures

December 31, 2012

To the Board of Directors
East Feliciana Parish Economic Development District
Jackson, Louisiana

I have performed the procedures included in the Louisiana Governmental Audit Guide and enumerated below, which were agreed to by the management of East Feliciana Parish Economic Development District, the Legislative Auditor, State of Louisiana, and applicable state grantor agency/agencies solely to assist the users in evaluating management's assertions about East Feliciana Parish Economic Development District's compliance with certain laws and regulations for the year ended June 30, 2012, included in the accompanying Louisiana Attestation Questionnaire. Management of East Feliciana Parish Economic Development District is responsible for its financial records and compliance with applicable laws and regulations. This agreed-upon procedures engagement was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of Government Auditing Standards. The sufficiency of these procedures is solely the responsibility of the specified users of this report. Consequently, I make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

A handwritten signature in black ink, reading "W. Randall Peay, CPA". The signature is stylized with a large, sweeping initial "W" and a long, horizontal flourish extending to the right.

Federal, State and Local Awards

1. Determine the amount of federal, state and local award expenditures for the fiscal year, by grant and grant year

The East Feliciana Parish Economic Development District's local award expenditures for all the federal programs for the fiscal year follows:

Federal, State or Local Grant Name	Grant Year	CFDA No. (if applicable)	Amount
State: Office of Community Devopment Disaster Recovery Unit	July 1, 2011 June 30, 2012		219,477

Accounting and Reporting

2. For each federal, state and local award, I randomly selected 6 disbursements from the award administered during the period and under examination, provided that no more than 30 disbursements would be selected.
3. For the items selected in procedure 2, I traced the six disbursements to supporting documentation as to proper amount and payee.

I examined supporting documentation for each of the six selected disbursements and found that payment was for the proper amount and made to the correct payee.

4. For the items selected in procedure 2, I determined if the six disbursements were properly coded to the correct fund and general ledger account.

All six of the payments were properly coded to the correct fund and general ledger account.

5. For the items selected in procedure 2, I determined whether the six disbursements indicated approvals from proper authorities.

Inspection for documentation supporting each of the six selected disbursements indicated approvals from the accountant and management.

Public Bid Law

6. Select all expenditures made during the year for material and supplies exceeding \$30,000 or public works exceeding \$100,000, and determine whether such purchase were made in accordance with LSA-RS 38:2211-2251 (the public bid law). No disbursements were made for these amounts.

Activities allowed or unallowed

7. I reviewed the previously listed disbursements for types of services allowed or not allowed. All items tested complied with the allowablilty requirements.

Eligibility

8. I reviewed the previously listed disbursements for Eligibility requirements. All items tested complied with the eligibility requirements.

Reporting

9. I reviewed the previously listed disburdenments for reporting requirements. All items tested complied with the reporting requirements.

Open Meetings

10. Examined evidence indicating that agendas for meetings recorded in the minute book were posted as an open meeting as required by R.S. 42:1 through 42:13 (the open meeting law).

I was provided with the agendas that were posted on the Organization's door the day of the meetings.

Budget

11. For all grants exceeding five thousand dollars, I determined that each applicable federal, state, or local grantor agency/agency was provided with a comprehensive budget of those grants that included the purpose and duration, and for state grants included specific goals and objectives and measures of performance.

The Organization provided comprehensive budgets to the applicable local grantor agencies for the programs mentioned previously. These budgets specified the anticipated uses of the funds, estimates of the duration of the projects, and plans showing the specific goals and objectives that included measures of performance.

12. Obtain from management a list of the immediate family members of each board member as defined by LSA-R.S. 42:1101-1124 (the code of ethics), and a list of outside business interest of all board members and employees, as well as their immediate families.

The Organization provided me with the required list including the noted information.

13. Obtain from management of listing of all employees paid during the period under examination.

The Organization provided me with the required list.

14. Determine whether any of those employees included in the listing obtained from management in agreed-upon procedure (13) were also included on the listing obtained from management in the agreed-upon procedures (12) as immediate family members.

None of the employees included on the list of employees provided by management in agree-upon procedure (12).

Debt

15. Examine bank deposits for the period under examination and determine whether any such deposits appear to be proceeds of bank loans, bonds, or like indebtedness.

I inspected bank deposits for the period under examination and noted no deposits which appear to be proceeds of bank loans, bonds, or like indebtedness.

Advances and Bonuses

16. Examine payroll records and minutes for the year to determine whether any payments have been made to employees which may constitute bonuses, advances or gifts.

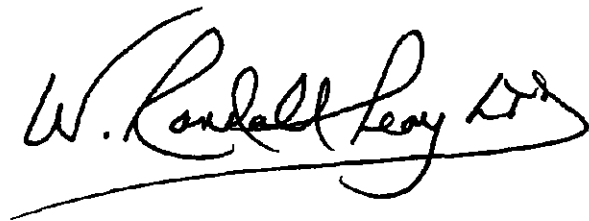
I examined the payroll records and noted no payments which may continue bonuses, advances or gifts.

Prior Comments and Recommendations.

17. None

I was not engaged to perform, and did not perform, an audit, the objective of which would be the expression of an opinion on management's assertions. Accordingly, I do not express such an opinion. Had I performed additional procedures, other matters might have come to my attention that would have been reported to you.

This report is intended solely for the use of management of East Feliciana Parish Economic Development District the Legislative Auditor (State of Louisiana), and the applicable state grantor agency/agencies and should not be used to those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

A handwritten signature in black ink, reading "W. Randall Leary" followed by a stylized flourish or "L.A." at the end. The signature is written over a horizontal line.

LOUISIANA ATTESTATION QUESTIONNAIRE
(For Attestation Engagements of Government)

November 1 (Date Transmitted)

W. RANDALL PEAY, LTD.
12329 St. Helena St.
P.O. Box 8344
Clinton, La. 70722

(Auditors)

In connection with your review of our financial statements as of [date] and for the year then ended, and as required by Louisiana Revised Statute (R.S.) 24:513 and the Louisiana Governmental Audit Guide, we make the following representations to you. We accept full responsibility for our compliance with the following laws and regulations and the internal controls over compliance with such laws and regulations. We have evaluated our compliance with the following laws and regulations prior to making these representations.

These representations are based on the information available to us as of (date of completion/representations).

Public Bid Law

It is true that we have complied with the public bid law, R.S. Title 38:2211-2296, and, where applicable, the regulations of the Division of Administration and the State Purchasing Office.

Yes ☒ No ☐

Code of Ethics for Public Officials and Public Employees

It is true that no employees or officials have accepted anything of value, whether in the form of a service, loan, or promise, from anyone that would constitute a violation of R.S. 42:1101-1124.

Yes ☒ No ☐

It is true that no member of the immediate family of any member of the governing authority, or the chief executive of the governmental entity, has been employed by the governmental entity after April 1, 1980, under circumstances that would constitute a violation of R.S. 42:1119.

Yes ☒ No ☐

Budgeting

We have complied with the state budgeting requirements of the Local Government Budget Act (R.S. 39:1301-15), R.S. 39:33, or the budget requirements of R.S. 39:1331-1342, as applicable.

Yes ☐ No ☒

Accounting and Reporting

All non-exempt governmental records are available as a public record and have been retained for at least three years, as required by R.S. 44:1, 44:7, 44:31, and 44:36.

Yes ☒ No ☐

We have filed our annual financial statements in accordance with R.S. 24:514, and 33:463 where applicable.

Yes ☒ No ☐

We have had our financial statements reviewed in accordance with R.S. 24:513.

Yes ☒ No ☐

Meetings

We have complied with the provisions of the Open Meetings Law, provided in R.S. 42:11 through 42:28.

Yes ☒ No ☐

Debt

It is true we have not incurred any indebtedness, other than credit for 90 days or less to make purchases in the ordinary course of administration, nor have we entered into any lease-purchase agreements,

without the approval of the State Bond Commission, as provided by Article VII, Section 8 of the 1974 Louisiana Constitution, Article VI, Section 33 of the 1974 Louisiana Constitution, and R.S. 39:1410.60-1410.65.

Yes ☒ No ☐

Advances and Bonuses

It is true we have not advanced wages or salaries to employees or paid bonuses in violation of Article VII, Section 14 of the 1974 Louisiana Constitution, R.S. 14:138, and AG opinion 79-729.

Yes ☒ No ☐

We have disclosed to you all known noncompliance of the foregoing laws and regulations, as well as any contradictions to the foregoing representations. We have made available to you documentation relating to the foregoing laws and regulations.

We have provided you with any communications from regulatory agencies or other sources concerning any possible noncompliance with the foregoing laws and regulations, including any communications received between the end of the period under examination and the issuance of this report. We acknowledge our responsibility to disclose to you any known noncompliance that may occur subsequent to the issuance of your report.

_____	Secretary	_____	Date
_____	Treasurer	_____	Date
<i>Andy Lume</i>	President	<i>11/1/12</i>	Date
	<i>Co-ordinator</i>		